

AMENDED IN ASSEMBLY MAY 31, 2016

AMENDED IN ASSEMBLY JUNE 23, 2015

AMENDED IN SENATE JUNE 1, 2015

AMENDED IN SENATE APRIL 7, 2015

**SENATE BILL**

**No. 773**

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**Introduced by Senator Allen**

February 27, 2015

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An act to *add Section 5204.5 to, and to add and repeal Section 4024 of of, the Vehicle Code, relating to vehicle registration.*

LEGISLATIVE COUNSEL'S DIGEST

SB 773, as amended, Allen. Vehicles: registration ~~fraud: study.~~ *fraud.*

Existing law prohibits a person from driving, moving, or leaving standing upon a highway, or in an offstreet public parking facility, any motor vehicle, trailer, semitrailer, pole or pipe dolly, or logging dolly, unless it is registered and the appropriate fees have been paid, except as specified. Existing law makes it a felony for a person who, with the intent to prejudice, damage, or defraud, alters, forges, counterfeits, or falsifies a registration card or who utters, publishes, passes, or attempts to pass, as true and genuine, a false, altered, forged, or counterfeited registration card knowing it to be false, altered, forged, or counterfeited.

This bill would, until January 1, 2020, request the University of California to conduct a study on motor vehicle registration fraud and failure to register a motor vehicle, and would require the study to include specified information, including quantification of the magnitude of the problem, the costs to the state and local governments in lost revenues, and recommended strategies for increasing compliance with registration requirements. The bill would require the Department of Motor Vehicles

to enter into an agreement with the University of California to share its vehicle registration information for purposes of conducting the study and would require the Department of the California Highway Patrol to provide specified information to the University of California researchers who are conducting the study. The bill would request the University of California to post a report of the study on its Internet Web site no later than January 1, 2017.

*Existing law specifies requirements for the form and display of month and year vehicle registration tabs.*

*This bill would require the Department of Motor Vehicles to post on its Internet Web site, and any other appropriate online venue used by the department for public outreach, detailed instructions for motorists that describe how to prevent theft of those tabs.*

Vote: majority. Appropriation: no. Fiscal committee: yes.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

1 SECTION 1. (a) The Legislature finds and declares all of the  
2 following:

3 (1) Motor vehicle registration fraud and failure to register a  
4 motor vehicle are both illegal and fundamentally unfair to the vast  
5 majority of Californians who comply with registration  
6 requirements. These crimes rob the state and local governments  
7 of millions of dollars of revenues needed for vital purposes, such  
8 as transportation projects, supporting the Department of the  
9 California Highway Patrol, deterring auto theft, enforcing laws  
10 prohibiting driving under the influence of alcohol or drugs,  
11 removing abandoned vehicles, and many other socially desirable  
12 programs.

13 (2) Motor vehicle registration fraud and failure to register a  
14 motor vehicle also have significant public health consequences  
15 and contribute disproportionately to motor vehicle emissions  
16 because many individuals committing registration fraud have gross  
17 emitting vehicles and are deliberately circumventing the inspection  
18 and maintenance program.

19 (3) Motor vehicle registration fraud and failure to register a  
20 motor vehicle also significantly increase insurance costs for  
21 law-abiding citizens.

1 (4) It is in the public interest to have motor vehicle owners  
2 comply with existing registration laws.

3 (b) Therefore, it is the intent of the Legislature to encourage  
4 motorists to register their vehicles in accordance with existing law.

5 SEC. 2. Section 4024 is added to the Vehicle Code, to read:

6 4024. (a) The University of California is requested to conduct  
7 a study on motor vehicle registration fraud and failure to register  
8 a motor vehicle. The study shall include all of the following:

9 (1) Quantification of the magnitude of the problem.

10 (2) The strategies being used by motorists to commit motor  
11 vehicle registration fraud.

12 (3) The reasons for the behaviors of motorists who commit fraud  
13 in registration of, or who fail to register, their motor vehicles.

14 (4) The costs to the state and local governments in lost revenues.

15 (5) Increases in air pollution.

16 (6) Other costs and consequences of these behaviors.

17 (7) Recommended strategies for increasing compliance with  
18 registration requirements.

19 (b) The Department of Motor Vehicles shall enter into an  
20 agreement with the University of California to share its vehicle  
21 registration information with the University of California  
22 researchers for the purposes of conducting the study. The  
23 Department of the California Highway Patrol shall share  
24 information on their efforts to combat registration fraud, including  
25 the CHEATERS program, with the University of California  
26 researchers who are conducting the study.

27 (c) The University of California is requested to post a report of  
28 the study on its Internet Web site no later than January 1, 2017.

29 (d) This section shall remain in effect only until January 1, 2020,  
30 and as of that date is repealed, unless a later enacted statute, that  
31 is enacted before January 1, 2020, deletes or extends that date.

32 SEC. 3. Section 5204.5 is added to the Vehicle Code, to read:

33 5204.5. The department shall post on its Internet Web site, and  
34 any other appropriate online venue used by the department for  
35 public outreach, detailed instructions for motorists that describe  
36 how to prevent theft of the tabs described in Section 5204.